

Message Text

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16

ACTION EB-11

INFO OCT-01 EUR-25 ISO-00 SSO-00 NSCE-00 USIE-00 INRE-00

AID-20 CIAE-00 COME-00 FRB-02 INR-10 NSAE-00 RSC-01

TRSE-00 XMB-07 OPIC-12 SPC-03 CIEP-02 LAB-06 SIL-01

OMB-01 NSC-10 SS-15 STR-08 CEA-02 L-03 H-03 PA-03

PRS-01 DRC-01 /148 W

----- 103000

O P 150926Z SEP 73

FM AMEMBASSY THE HAGUE

TO SECSTATE WASHDC IMMEDIATE 1976

INFO AMEMBASSY BRUSSELS PRIORITY

USMISSION EC BRUSSELS PRIORITY UNN

AMEMBASSY LUXEMBOURG PRIORITY

AMEMBASSY PARIS PRIORITY

USMISSION OECD PARIS PRIORITY UNN

AMEMBASSY LONDON PRIORITY

AMEMBASSY BONN PRIORITY

AMEMBASSY ROME PRIORITY

AMEMBASSY COPENHAGEN PRIORITY

AMEMBASSY DUBLIN PRIORITY

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PASS TREASURY DEPT

E.O. 11652: N/A

TAGS: EFNIN, NL

SUBJECT: REVALUATION OF THE GUILDER

1.TREASURER GENERAL OORT TELEPHONED CHARGE MORNING OF SEPT 15 TO
ADVISE THAT AT 1100 SEPT 15 (LOCAL TIME) GON WOULD ANNOUNCE
FIVE PERCENT REVALUATION OF THE GUILDER. PURPOSE IS TO COMBAT
INFLATION, ALSO TO PUT GOVT IN BETTER POSITION FOR WAGE NEGOT-
IATIONS WITH UNIONS AND EMPLOYERS WHICH WILL SET WAGE LEVELS FOR
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1974. DUTCH DOMESTIC FARM PRICES WILL BE HELD AT PRESENT LEVELS

IN GUILDERS, AND FARMERS WILL RECEIVE SOME COMPENSATION.

2. OORT ADDED THAT GON HAD IN MIND RECENT STRONG RECOMMENDATION FROM OECD FOR EFFECTIVE STEPS TO CURB INFLATION, AND WAS ENCOURAGED TO REVALUE GUILDER BY BALANCE OF PAYMENTS FIGURES FOR AUGUST 1, 1972 - JULY 31, 1973 PERIOD SHOWING APPROXIMATELY FIVE BILLION GUILDER SURPLUS.

3. GON AUTHORITIES WILL HOLD PRESS CONFERENCE AT 4PM SEPT 15 TO EXPLAIN PURPOSE AND ANTICIPATED EFFECTS OF THIS STEP, WHICH WAS ONLY DECIDED AT CONCLUSION OF LENGTHLY COUNCIL OF MINISTERS FRIDAY NIGHT. FURTHER STEPS TO COMBAT INFLATION WILL BE INCLUDED IN GOVT'S 1974 BUDGET MESSAGE WHICH QUEEN WILL READ TO PARLIAMENT ON SEPT 18.
TANGUY

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: GUILDER, EXCESS FOREIGN EXCHANGE
Control Number: n/a
Copy: SINGLE
Draft Date: 15 SEP 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973THEHA04057
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: THE HAGUE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730931/aaaaawya.tel
Line Count: 76
Locator: TEXT ON-LINE
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: morefirh
Review Comment: n/a
Review Content Flags:
Review Date: 19 SEP 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <19-Sep-2001 by freemaal>; APPROVED <01-Nov-2001 by morefirh>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: REVALUATION OF THE GUILDER
TAGS: EFIN, NL
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005